AMENDMENT TO H.R. 3973, AS REPORTED OFFERED BY MR. NUSSLE OF IOWA

Strike all after the enacting clause and insert the following:

1 SECTION 1. SHORT TITLE.

- This Act may be cited as the "Spending Control Act
- 3 of 2004".
- 4 SEC. 2. EXTENSION OF DISCRETIONARY SPENDING LIMITS.
- 5 (a) DISCRETIONARY SPENDING LIMITS.—(1) Section
- 6 251(c)(1) of the Balanced Budget and Emergency Deficit
- 7 Control Act of 1985 (relating to fiscal year 2004) is
- 8 amended—
- 9 (A) in subparagraph (A), by striking
- 10 "\$31,834,000,000" and inserting
- "\$28,052,000,000"; and
- 12 (B) in subparagraph (B), by striking
- "\$1,462,000,000" and inserting "\$1,436,000,000"
- and by striking "\$6,629,000,000" and inserting
- 15 "\$6,271,000,000".
- 16 (2) Section 251(c)(2) of the Balanced Budget and
- 17 Emergency Deficit Control Act of 1985 is amended by in-
- 18 serting a dash after "2005", by redesignating the remain-
- 19 ing portion of such paragraph as subparagraph (D) and

1	by moving it two ems to the right, and by inserting after
2	the dash the following new subparagraphs:
3	"(A) for the general purpose discretionary
4	category: \$817,726,000,000 in new budget au-
5	thority and \$866,056,000,000 in outlays;
6	"(B) for the highway category:
7	\$30,585,000,000 in outlays; and
8	"(C) for the mass transit category:
9	\$1,554,000,000 in new budget authority and
10	\$6,787,000,000 in outlays; and".
11	(3) Section 251(c)(3) of the Balanced Budget and
12	Emergency Deficit Control Act of 1985 is amended by in-
13	serting a dash after "2006", by redesignating the remain-
14	ing portion of such paragraph as subparagraph (D) and
15	by moving it two ems to the right, and by inserting after
16	the dash the following new subparagraphs:
17	"(A) for the general purpose discretionary
18	category: \$839,167,000,000 in new budget au-
19	thority and \$851,731,000,000 in outlays;
20	"(B) for the highway category:
21	\$33,271,000,000 in outlays; and
22	"(C) for the mass transit category:
23	\$1,671,000,000 in new budget authority and
24	\$7.585.000.000 in outlays: and".

1	(4) Section 251(c) of the Balanced Budget and
2	Emergency Deficit Control Act of 1985 is amended by re-
3	designating paragraphs (4) through (9) as paragraphs (7)
4	through (12) and inserting after paragraph (3) the fol-
5	lowing new paragraphs:
6	"(4) with respect to fiscal year 2007—
7	"(A) for the highway category:
8	\$35,248,000,000 in outlays; and
9	"(B) for the mass transit category:
10	\$1,785,000,000 in new budget authority and
11	\$8,110,000,000 in outlays;
12	"(5) with respect to fiscal year 2008—
13	"(A) for the highway category:
14	\$36,587,000,000 in outlays; and
15	"(B) for the mass transit category:
16	\$1,890,000,000 in new budget authority and
17	\$8,517,000,000 in outlays; and
18	"(6) with respect to fiscal year 2009—
19	"(A) for the highway category:
20	\$37,682,000,000 in outlays; and
21	"(B) for the mass transit category:
22	\$2,017,000,000 in new budget authority and
23	\$8,968,000,000 in outlays;".

1	(b) Definitions.—Section $250(c)(4)$ of the Bal-
2	anced Budget and Emergency Deficit Control Act of 1985
3	is amended—
4	(1) in subparagraph (B), by—
5	(A) striking "the Transportation Equity
6	Act for the 21st Century and the Surface
7	Transportation Extension Act of 2003" and in-
8	serting "the Transportation Equity Act: A Leg-
9	acy for Users"; and
10	(B) inserting before the period at the end
11	the following new clauses:
12	"(v) 69-8158-0-7-401 (Motor Carrier Safe-
13	ty Grants).
14	"(vi) 69-8159-0-7-401 (Motor Carrier
15	Safety Operations and Programs).";
16	(2) in subparagraph (C), by—
17	(A) inserting "(and successor accounts)"
18	after "budget accounts"; and
19	(B) striking "the Transportation Equity
20	Act for the 21st Century and the Surface
21	Transportation Extension Act of 2003 or for
22	which appropriations are provided pursuant to
23	authorizations contained in those Acts (except
24	that appropriations provided pursuant to sec-
25	tion 5338(h) of title 49. United States Code, as

	amended by the Transportation Equity Act for
2	the 21st Century, shall not be included in this
3	category)" and inserting "the Transportation
4	Equity Act: A Legacy for Users or for which
5	appropriations are provided pursuant to author-
6	izations contained in that Act"; and
7	(3) in subparagraph (D)(ii), by striking "sec-
8	tion 8103 of the Transportation Equity Act for the
9	21st Century" and inserting "section 8103 of the
10	Transportation Equity Act: A Legacy for Users".
11	SEC. 3. ADJUSTMENTS TO ALIGN HIGHWAY SPENDING
12	WITH REVENUES.
13	Subparagraphs (B) through (E) of section 251(b)(1)
13 14	Subparagraphs (B) through (E) of section 251(b)(1) of the Balanced Budget and Emergency Deficit Control
14	
14	of the Balanced Budget and Emergency Deficit Control
14 15	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows:
14 15 16	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to Align Highway
14 15 16 17	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to align highway spending with revenues.—(i) When the
14 15 16 17	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to align highway Spending with revenues.—(i) When the President submits the budget under section
14 15 16 17 18	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to align highway spending with revenues.—(i) When the President submits the budget under section 1105 of title 31, United States Code, OMB
14 15 16 17 18 19 20	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to align highway Spending with revenues.—(i) When the President submits the budget under section 1105 of title 31, United States Code, OMB shall calculate and the budget shall make ad-
14 15 16 17 18 19 20 21	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to align highway spending with revenues.—(i) When the President submits the budget under section 1105 of title 31, United States Code, OMB shall calculate and the budget shall make adjustments to the highway category for the budget
14 15 16 17 18 19 20 21	of the Balanced Budget and Emergency Deficit Control Act of 1985 are amended to read as follows: "(B) Adjustment to align highway spending with revenues.—(i) When the President submits the budget under section 1105 of title 31, United States Code, OMB shall calculate and the budget shall make adjustments to the highway category for the budget year and each outyear as provided in clause

1	rent year and subtract the sum of the estimated
2	level of highway receipts in subclause (II) plus
3	any amount previously calculated under item
4	(bb) for that year.
5	(bb) OMB shall take the current estimate
6	of highway receipts for the current year and
7	subtract the estimated level of receipts for that
8	year.
9	"(cc) OMB shall add one-half of the sum
10	of the amount calculated under items (aa) and
11	(bb) to the obligation limitations set forth in
12	the section 8103 of the Transportation Equity
13	Act: A Legacy for Users and, using current es-
14	timates, calculate the outlay change resulting
15	from the change in obligations for the budget
16	year and the first outyear and the outlays flow-
17	ing therefrom through subsequent fiscal years.
18	After making the calculations under the pre-
19	ceding sentence, OMB shall adjust the amount
20	of obligations set forth in that section for the
21	budget year and the first outyear by adding
22	one-half of the sum of the amount calculated
23	under items (aa) and (bb) to each such year.
24	"(II) The estimated level of highway re-
25	ceipts for the purposes of this clause are—

1	"(aa) for fiscal year 2004,
2	\$30,572,000,000;
3	"(bb) for fiscal year 2005,
4	\$34,260,000,000;
5	"(cc) for fiscal year 2006,
6	\$35,586,000,000;
7	"(dd) for fiscal year 2007,
8	\$36,570,000,000;
9	"(ee) for fiscal year 2008,
10	\$37,603,000,000; and
11	"(ff) for fiscal year 2009,
12	\$38,651,000,000.
13	"(III) In this clause, the term 'highway re-
14	ceipts' means the governmental receipts cred-
15	ited to the highway account of the Highway
16	Trust Fund.
17	"(C) In addition to the adjustment required by
18	subparagraph (B), when the President submits the
19	budget under section 1105 of title 31, United States
20	Code, for fiscal year 2006, 2007, 2008, or 2009,
21	OMB shall calculate and the budget shall include for
22	the budget year and each outyear an adjustment to
23	the limits on outlays for the highway category and
24	the mass transit category equal to—

1	"(i) the outlays for the applicable category
2	calculated assuming obligation levels consistent
3	with the estimates prepared pursuant to sub-
4	paragraph (D), as adjusted, using current tech-
5	nical assumptions; minus
6	"(ii) the outlays for the applicable category
7	set forth in the subparagraph (D) estimates, as
8	adjusted.
9	"(D)(i) When OMB and CBO submit their final
10	sequester report for fiscal year 2004, that report
11	shall include an estimate of the outlays for each of
12	the categories that would result in fiscal years 2005
13	through 2009 from obligations at the levels specified
14	in section 8103 of the Transportation Equity Act: A
15	Legacy for Users using current assumptions.
16	"(ii) When the President submits the budget
17	under section 1105 of title 31, United States Code,
18	for fiscal year 2006 , 2007 , 2008 , or 2009 , OMB
19	shall adjust the estimates made in clause (i) by the
20	adjustments by subparagraphs (B) and (C).
21	"(E) OMB shall consult with the Committees
22	on the Budget and include a report on adjustments
23	under subparagraphs (B) and (C) in the preview re-
24	port.".

1 SEC. 4. LEVEL OF OBLIGATION LIMITATIONS.

- 2 (a) Highway Category.—For the purposes of sec-
- 3 tion 251(b) of the Balanced Budget and Emergency Def-
- 4 icit Control Act of 1985, the level of obligation limitations
- 5 for the highway category is—
- 6 (1) for fiscal year 2004, \$34,309,000,000;
- 7 (2) for fiscal year 2005, \$35,671,000,000;
- 8 (3) for fiscal year 2006, \$36,719,000,000;
- 9 (4) for fiscal year 2007, \$37,800,000,000;
- 10 (5) for fiscal year 2008, \$38,913,000,000; and
- 11 (6) for fiscal year 2009, \$40,061,000,000.
- 12 (b) Mass Transit Category.—For the purposes of
- 13 section 251(b) of the Balanced Budget and Emergency
- 14 Deficit Control Act of 1985, the level of obligation limita-
- 15 tions for the mass transit category is—
- 16 (1) for fiscal year 2004, \$7,266,000,000;
- 17 (2) for fiscal year 2005, \$7,750,000,000;
- 18 (3) for fiscal year 2006, \$8,266,000,000;
- 19 (4) for fiscal year 2007, \$8,816,000,000;
- 20 (5) for fiscal year 2008, \$9,403,000,000; and
- 21 (6) for fiscal year 2009, \$10,029,000,000.
- 22 For purposes of this subsection, the term "obligation limi-
- 23 tations" means the sum of budget authority and obligation
- 24 limitations.

1 SEC. 5. ADVANCE APPROPRIATIONS.

- 2 Section 251 of the Balanced Budget and Emergency
- 3 Deficit Control Act of 1985 is amended by adding at the
- 4 end the following new subsection:
- 5 "(d) ADVANCE APPROPRIATIONS.—In any of fiscal
- 6 years 2005 through 2006, discretionary advance appro-
- 7 priations provided in appropriation Acts in excess of
- 8 \$23,558,000,000 shall be counted against the discre-
- 9 tionary spending limits for the fiscal year for which the
- 10 appropriation Act containing the advance appropriation is
- 11 enacted.".

12 SEC. 6. EXTENSION OF PAY-AS-YOU-GO REQUIREMENT.

- 13 (a) Purpose.—Section 252(a) of the Balanced
- 14 Budget and Emergency Deficit Control Act of 1985 is
- 15 amended to read as follows:
- 16 "(a) Purpose.—The purpose of this section is to as-
- 17 sure that any legislation that is enacted before October
- 18 1, 2009, that causes a net increase in direct spending will
- 19 trigger an offsetting sequestration.".
- 20 (b) Timing.—Section 252(b)(1) of the Balanced
- 21 Budget and Emergency Deficit Control Act of 1985 is
- 22 amended by striking "any net deficit increase" and all
- 23 that follows through "2002," and by inserting "any net
- 24 increase in direct spending enacted before October 1,
- 25 2009,".

1	(c) Calculation of Direct Spending In-
2	CREASE.—Section 252(b)(2) of the Balanced Budget and
3	Emergency Deficit Control Act of 1985 is amended—
4	(1) by striking "deficit" the first place it ap-
5	pears and inserting "direct spending";
6	(2) in subparagraph (A) by striking "and re-
7	ceipts";
8	(3) in subparagraph (C) by striking "and re-
9	ceipts"; and
10	(4) by amending the heading to read as follows:
11	"Calculation of direct spending increase.—
12	".
13	(d) Conforming Amendments.—(1) The heading
14	of section 252(c) of the Balanced Budget and Emergency
15	Deficit Control Act of 1985 is amended to read as follows:
16	"Eliminating a Direct Spending Increase.—".
17	(2) Paragraphs (1), (2), and (4) of section 252(d)
	of the Balanced Budget and Emergency Deficit Control
	Act of 1985 are amended by striking "or receipts" each
	·
	place it appears.
21	(3) Section 252(e) of the Balanced Budget and
22	Emergency Deficit Control Act of 1985 is amended by
23	striking "or receipts" and by striking ", outlays, and re-

24 ceipts" and inserting "and outlays".

1	(4) Section $254(c)(3)$ of the Balanced Budget and
2	Emergency Deficit Control Act of 1985 is amended—
3	(A) in subparagraph (A) by striking "net deficit
4	increase or decrease" and by inserting "net increase
5	or decrease in direct spending";
6	(B) in subparagraph (B) by striking "amount
7	of deficit increase or decrease" and by inserting "in-
8	crease or decrease in direct spending"; and
9	(C) in subparagraph (C) by striking "a deficit
10	increase" and by inserting "an increase in direct
11	spending".
12	SEC. 7. DEFINITIONS.
13	(a) In General.—Section 250(c) of the Balanced
14	Budget and Emergency Deficit Control Act of 1985 is
15	amended by adding at the end the following new para-
16	graphs:
17	"(20) The term 'advance appropriation' means
18	appropriations that first become available one fiscal
19	year or more beyond the fiscal year for which an ap-
20	propriation Act making such funds available is en-
21	acted.
22	"(21)(A) Except as provided by subparagraph
23	(B), the term 'emergency requirement' means any
24	provision that provides new budget authority and re-

I	sulting outlays for a situation that poses a threat to
2	life, property, or national security and is—
3	"(i) sudden, quickly coming into being, and
4	not building up over time;
5	"(ii) an urgent, pressing, and compelling
6	need requiring immediate action;
7	"(iii) subject to subparagraph (B), unfore-
8	seen, unpredictable, and unanticipated; and
9	"(iv) not permanent, temporary in nature.
10	"(B) An emergency that is part of an aggregate
11	level of anticipated emergencies, particularly when
12	normally estimated in advance, is not unforeseen.".
13	(b) Fire Suppression; Contingency Operations
14	RELATED TO GLOBAL WAR ON TERRORISM.—Section
15	251(b)(2) of the Balanced Budget and Emergency Deficit
16	Control Act of 1985 is amended by adding at the end the
17	following new subparagraph:
18	"(I) Fire suppression.—(i) If a bill or
19	joint resolution is enacted that provides new
20	budget authority for wildland fire suppression
21	for fiscal year 2005 or fiscal year 2006 that
22	would cause the level of total new budget au-
23	thority for wildland fire suppression to exceed
24	the base amount for that fiscal year, the adjust-
25	ment for that fiscal year shall be the additional

1	new budget authority provided for such purpose
2	and the additional outlays flowing from such
3	amounts, but shall not exceed—
4	"(I) for the Forest Service for fiscal year
5	2005 or fiscal year 2006 (as applicable),
6	\$400,000,000; and
7	"(II) for the Department of the Interior
8	for fiscal year 2005 or fiscal year 2006 (as ap-
9	plicable), \$100,000,000.
10	"(ii) For this subparagraph, the term "base
11	amount" refers to the average of the obligations of
12	the 10 fiscal years preceding the current year for
13	wildfire suppression in the Forest Service and in the
14	Department of the Interior, as calculated by OMB,
15	but for fiscal year 2005 the base amount is
16	\$880,000,000.
17	"(J) Contingency operations related
18	TO GLOBAL WAR ON TERRORISM.—If, for fiscal
19	year 2005, appropriations for discretionary ac-
20	counts are enacted for contingency operations
21	related to the global war on terrorism that, pur-
22	suant to this subparagraph, the President des-
23	ignates as a contingency operation related to
24	the global war on terrorism and the Congress
25	so designates in statute, the adjustment shall be

1	the total of such appropriations in discretionary
2	accounts so designated, but not to exceed
3	\$50,000,000,000, and the outlays flowing in all
4	fiscal years from such appropriations.".
5	(c) Conforming Amendment.—The second sen-
6	tence of section 250(c)(4)(A) of the Balanced Budget and
7	Emergency Deficit Control Act of 1985 is amended to
8	read as follows: "The general purpose discretionary cat-
9	egory shall consist of accounts designated in the joint ex-
10	planatory statement of managers accompanying the con-
11	ference report on the Spending Control Act of 2004.".
12	SEC. 8. PROJECTIONS UNDER SECTION 257.
13	Section 257(c) of the Balanced Budget and Emer-
14	gency Deficit Control Act of 1985 is amended by inserting
15	after paragraph (6) the following new paragraph:
16	"(7) Emergencies.—New budgetary resources
17	designated under section $251(b)(2)(A)$ or
18	251(b)(2)(J) shall not be assumed beyond the fiscal
19	year for which they have been enacted.".
20	SEC. 9. EXCEPTION FOR OUTLAY COMPONENTS OF EXPIR-
21	ING RECEIPTS LEGISLATION.
22	Section 252(d)(4) of the Balanced Budget and Emer-
23	gency Deficit Control Act of 1985 is amended by striking
24	"and" at the end of subparagraph (A), by striking the
25	period and inserting "; and" at the end of subparagraph

- 1 (B), and by adding at the end the following new subpara-2 graph:
- 3 "(C) extending provisions in the Economic
- 4 Growth and Tax Relief Reconciliation Act of
- 5 2001 or provisions in sections 101 through 104,
- 6 section 202, or sections 301 and 302 of the
- Jobs and Growth Tax Relief Reconciliation Act
- 8 of 2003.".

9 SEC. 10. REPORTS.

- Subsections (e)(2) and (f)(2)(A) of section 254 of the
- 11 Balanced Budget and Emergency Deficit Control Act of
- 12 1985 are amended by striking "2002" and inserting
- 13 "2006 (or 2009 solely for purposes of enforcing the discre-
- 14 tionary spending limits for the highway and mass transit
- 15 categories)".

16 SEC. 11. EXPIRATION.

- 17 Section 275(b) of the Balanced Budget and Emer-
- 18 gency Deficit Control Act of 1985 is amended by striking
- 19 "2002" and inserting "2006 (or 2009 solely for purposes
- 20 of enforcing the discretionary spending limits for the high-
- 21 way and mass transit categories)" and by striking "2006"
- 22 and inserting "2013".

1	SEC. 12. TECHNICAL CORRECTIONS TO THE BALANCED
2	BUDGET AND EMERGENCY DEFICIT CONTROL
3	ACT OF 1985.
4	Part C of the Balanced Budget and Emergency Def-
5	icit Control Act of 1985 is amended as follows:
6	(1) In section 250(a), strike "SEC. 256. GEN-
7	ERAL AND SPECIAL SEQUESTRATION
8	RULES" and insert "Sec. 256. General and special
9	sequestration rules" in the item relating to section
10	256.
11	(2) In subparagraphs (F) , (G) , (H) , (I) , (J) ,
12	and (K) of section 250(e)(4), insert "subparagraph"
13	after "described in" each place it appears.
14	(3) In section $250(e)(18)$, insert "of" after "ex-
15	penses".
16	(4) In section $251(b)(1)(A)$, strike "commit-
17	tees" the first place it appears and insert "Commit-
18	tees".
19	(5) In section $251(b)(1)(C)(i)$, strike "fiscal
20	years" and insert "fiscal year".
21	(6) In section $251(b)(1)(D)(ii)$, strike "fiscal
22	years" and insert "fiscal year".
23	(7) In section 252(b)(2)(B), insert "the" before
24	"budget year".
25	(8) In section $252(c)(1)(C)(i)$, strike "para-
26	graph (1)" and insert "subsection (b)".

(9) In section 254(c)(3)(A), strike "subsection"
and insert "section".
(10) In section 254(f)(4), strike "subsection"
and insert "section" and strike "sequesterable" and
insert "sequestrable".
(11) In section $255(g)(1)(B)$, move the four-
teenth undesignated clause 2 ems to the right.
(12) In section $255(g)(2)$, insert "and" after
the semicolon at the end of the next-to-last undesig-
nated clause.
(13) In section 255(h)—
(A) strike "and" after the semicolon in the
ninth undesignated clause;
(B) insert "and" after the semicolon at the
end of the tenth undesignated clause; and
(C) strike the semicolon at the end and in-
sert a period.
(14) In section 256(k)(1), strike "paragraph
(5)" and insert "paragraph (6)".
(15) In section $257(b)(2)(A)(i)$, strike

"differenes" and insert "differences".

21